



Sean Rogan
Executive Director

**COMMUNITY DEVELOPMENT COMMISSION
of the County of Los Angeles**

2 Coral Circle • Monterey Park, CA 91755
323.890.7001 • TTY: 323.838.7449 • www.lacdc.org



**Gloria Molina
Mark Ridley-Thomas
Zev Yaroslavsky
Don Knabe
Michael D. Antonovich**
Commissioners

ADOPTED

Community Development Commission

September 04, 2012

The Honorable Board of Commissioners
Community Development Commission
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

2-D September 4, 2012

SACHI A. HAMAI
EXECUTIVE OFFICER

Dear Commissioners:

**APPROVE EXCHANGE OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS BETWEEN
THE CITIES OF DUARTE AND TORRANCE
(DISTRICTS 4,5) (3 VOTE)**

SUBJECT

The City of Torrance has agreed to accept Community Development Block Grant (CDBG) funds in the amount of \$143,057 from the City of Duarte, in exchange for \$95,848 in general tax revenues. This letter recommends approval of Reimbursable Contract Amendments with the above cities to implement the exchange.

IT IS RECOMMENDED THAT YOUR BOARD:

1. Find that the exchange of CDBG funds between the Cities of Torrance and Duarte is not subject to the provisions of the California Environmental Quality Act (CEQA), as described herein, because the activities are not defined as a project under CEQA.
2. Approve Amendment No. 1 to CDBG Reimbursable Contract No. 70757 between the County of Los Angeles (County) and the City of Torrance, to add \$143,057 in CDBG funds from the City of Duarte, pursuant to an agreement between the two cities, thereby increasing the amount of CDBG funds allocated to the City of Torrance from \$621,509 to \$764,566.
3. Approve Amendment No. 1 to CDBG Reimbursable Contract No. 70725 between the County and the City of Duarte, to remove \$143,057 in Fiscal Year 2012-2013 CDBG funds, thereby reducing the amount of CDBG funds allocated to the City of Duarte from \$143,057 to zero.
4. Authorize the Executive Director or his designee to execute the Amendments, attached in

substantially final form, to be effective through June 30, 2013 following approval as to form by County Counsel and execution by all parties.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The City of Duarte has executed an agreement with the City of Torrance to grant CDBG funds in exchange for general tax revenues. The proposed Amendments will implement the transfer of the CDBG funds.

The City of Torrance will use the additional CDBG funds to implement CDBG-eligible projects for low- and moderate-income persons, while the City of Duarte will use the general tax revenues for local government activities.

FISCAL IMPACT/FINANCING

There is no impact on the County general fund. The City of Duarte will transfer FY 2012-2013 CDBG funds in the amount of \$143,057 to the City of Torrance, thereby reducing the amount allocated to the City of Duarte from \$143,057 to zero. The agreement will increase the amount of CDBG funds allocated to the City of Torrance from \$621,509 to \$764,566.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The Reimbursable Contract Amendments between the County and the Cities of Torrance and Duarte, attached in substantially final form, will be effective following approval as to form by County Counsel and execution by all parties.

ENVIRONMENTAL DOCUMENTATION

This action is exempt from the provisions of the National Environmental Policy Act pursuant to 24 Code of Federal Regulations, Part 58, Section 58.34 (a)(3) because it involves administrative activities that will not have a physical impact on or result in any physical changes to the environment. These activities are not subject to the provisions of CEQA pursuant to State CEQA Guidelines 15060(c)(3) and 15378 because they are not defined as a project under CEQA and do not have the potential for causing a significant effect on the environment.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

The Reimbursable Contract Amendments implementing the exchange between the City of Torrance and the City of Duarte will enable the City of Torrance to increase the amount of CDBG funds available to administer and implement CDBG-eligible projects to benefit low- and moderate-income persons; the City of Duarte will utilize the general revenues for local government operations.

The Honorable Board of Supervisors

9/4/2012

Page 3

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Sean Rogan", followed by a horizontal line.

SEAN ROGAN

Executive Director

SR:rw

Enclosures

**COUNTY OF LOS ANGELES
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 1**

CITY: TORRANCE

CONTRACT NUMBER: 70757

THIS AMENDMENT NO. 1 TO CONTRACT 70757 is made this_____ day of _____, 2012, by and between the County of Los Angeles, hereinafter called the "County," and the City of Torrance, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant Program (CDBG) Reimbursable Contract, Contract Number 70757 dated July 1, 2012;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$143,057 of Fiscal Year 2012-2013 CDBG funds from the City of Duarte; for \$95,848 in general tax revenues so that the Operating Agency may better implement its CDBG-eligible projects and the City of Duarte may gain additional funds for their general operations;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that the Contract be amended as follows:

1. Section 5, **COMPENSATION AND METHOD OF PAYMENT** has been amended as follows: to show a revised compensation amount of Seven Hundred Sixty-Four Thousand Five Hundred Sixty-Six Dollars (**\$764,566**). This is an increase of One Hundred Forty-Three Thousand Fifty-Seven Dollars (**\$143,057**) to the contract amount. Of these funds, there is an increase of \$21,459 in available public service authority.
2. This contract amends the original contract to reflect the additions and/or change(s) noted above, and this section(s) should be substituted in its entirety or added to the previously executed contract. All other terms and conditions of said contract shall remain the same.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month, and year first above written.

COUNTY OF LOS ANGELES

CITY OF TORRANCE

BY: _____
SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
TITLE: _____

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

APPROVED AS TO PROGRAM:

SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG

COUNTY OF LOS ANGELES

**COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
REIMBURSABLE CONTRACT WITH PARTICIPATING CITY
AMENDMENT NUMBER 1**

CITY: DUARTE

CONTRACT NUMBER: 70725

THIS AMENDMENT NO. 1 TO CONTRACT 70725 is made this _____ day of _____, 2012, by and between the County of Los Angeles, hereinafter called the "County," and the City of Duarte, hereinafter called the "Operating Agency."

WITNESSETH THAT:

WHEREAS, the County and the Operating Agency previously entered into a Community Development Block Grant (CDBG) Program Reimbursable Contract, Contract Number 70725, dated July 1, 2012;

WHEREAS, the County and the Operating Agency desire to amend said Contract in order to reflect an exchange of \$143,057 in FY 2012-2013 CDBG funds with the City of Torrance, for \$95,848 in general tax revenue funds from the City of Torrance; so that the Operating Agency may gain additional funds for its general city operations and the City of Torrance may better implement its CDBG-eligible projects;

WHEREAS, the Community Development Commission of the County of Los Angeles administers this Contract on behalf of the County;

NOW, THEREFORE, in consideration of the mutual undertakings herein, the parties agree that the Contract be amended as follows:

1. Section 5, **COMPENSATION AND METHOD OF PAYMENT** has been amended as follows: to show a revised compensation amount of Zero Dollars (**\$0**). This is a decrease of One Hundred Forty-Three Thousand Fifty-Seven Dollars (**\$143,057**) to the contract amount.
2. This contract amends the original contract to reflect the additions and/or change(s) noted above, and this section(s) should be substituted in its entirety or added to the previously executed contract. All other terms and conditions of said contract shall remain the same.

IN WITNESS WHEREOF, the Board of Supervisors of the County of Los Angeles has caused this Amendment to be subscribed by the Executive Director of the Community Development Commission, and the Operating Agency has subscribed the same through its duly authorized officers on the day, month, and year first above written.

COUNTY OF LOS ANGELES

CITY OF DUARTE

BY: _____
SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____

TITLE: _____

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

APPROVED AS TO PROGRAM:

SEAN ROGAN
Executive Director
Community Development Commission
of the County of Los Angeles

BY: _____
Deputy

BY: _____
Director, CDBG